

MARGINAL TAX RELIEF



Available for tax payers whose taxable income is **marginally higher than Rs 7 lakhs** leading to a much higher tax outgo

Marginal tax relief applicable if **tax payable exceeds additional income over Rs 7 lakh**



Available only in **New Tax Regime**

Marginal Tax Relief =
(Total Tax liability) – (Income above Rs 7 lakhs)



- If total tax liability is less than the income that exceeds Rs 7 lakhs, **then no marginal tax relief applicable**



FINSAFE TIPS

Remember to avail marginal tax relief in case one's taxable income is **marginally over Rs 7 lakhs and if opting of new tax regime**